UNITED STATES INTERNATIONAL TRADE COMMISSION Washington, DC 20436

MEMORANDUM ON PROPOSED TARIFF LEGISLATION of the 109th Congress ¹

[Date approved: July 26, 2005]²

Bill No. and sponsor: H.R. 641 (Ms. Kaptur)				
Proponent name, location:	Perstorp Polyols, Inc. Toledo, OH			
Other bills on product (109th Congress only): None.				
Nature of bill: Temporary d	uty suspension through December 31, 2008.			
Retroactive effect: None.				
Suggested article description	n(s) for enactment (including appropriate HTS subheading(s)):			
1,3-Dioxane-5-methanol, 5-et	hyl- (CAS No. 5187-23-5) (provided for in subheading 2932.99.90).			
X Dif	me as that in bill as introduced (explain differences in Technical ments section)			

Product information, including uses/applications and source(s) of imports:

The subject product is used to make acrylate monomers, which are used in turn to make ultraviolet-light-cured inks and coatings.

The chemical is imported from Perstorp AB (Sweden).

¹ Industry analyst preparing report: Larry Johnson (202-205-3366); Tariff Affairs contact: Dave Michels (202-205-3440).

² Access to an electronic copy of this memorandum is available at http://usitc.gov/tata/hts/other/rel_doc/bill_reports/index.htm.

Estimated effect on customs revenue:

HTS subheading: <u>2932.99.90</u>						
	2005	2006	2007	2008	2009	
Col. 1-General rate of duty (AVE) <u>1</u> /	3.7%	3.7%	3.7%	3.7%	3.7%	
Estimated value <i>dutiable</i> imports	\$32,400	\$10,500	\$54,000	\$67,500	\$80,000	
Customs revenue loss	\$1,199	\$389	\$1,998	\$2,498	\$2,960	

^{1/} The AVE is the ad valorem equivalent of a specific or compound duty rate expressed as a percent, using the most recent import data available.

Source of estimated dutiable import data: Industry estimates.

Contacts with domestic firms/organizations (including the proponent):

Name of firm/organization	Date contacted	US production of same or competitive product claimed?	Submission attached?	Opposition noted?
		(Yes/No)		
Perstorp Polyols, Inc. (Proponent) Ms. Evelyn M. Suarez (202) 293-8116	5/17/2005	No	No	No
Bayer Corp., Polyurethanes Div. Marketing Mgr., FAX (248) 475-7701	5/17/2005	No	No	No
Carbomer, Inc. Marketing Mgr., FAX (508) 898-0432	5/17/2005	No	No	No
Harvin Reaction Technology, Inc. Marketing Mgr., FAX (336) 294-0897	5/17/2005	No	No	No
Ruco Polymers Marketing Mgr., FAX (516) 931-8197	5/17/2005	No	No	No
Solvay Interox Marketing Mgr., FAX (713) 524-9032	5/17/2005	No	No	No
Total Specialty Chemicals, Inc. Marketing Mgr., FAX (203) 966-1505	5/17/2005	No	No	No
Vopak USA Inc. Marketing Mgr., FAX (425) 889-4100	5/17/2005	No	No	No

Technical comments:³

The Commission suggests that the article description on page 1 of this report be used in the proposed new heading, in order to provide a correct chemical name, and the correct HTS subheading.

The Commission also suggests that the phrase "No change" be inserted in lieu of "Free" the special subcolumn of the proposed new heading.

³ The Commission may express an opinion on the HTS classification of a product to facilitate consideration of the bill. However, by law, only the U.S. Customs Service is authorized to issue a binding ruling on this matter. The Commission believes that the U.S. Customs Service should be consulted prior to enactment of the bill.

H.R.641

To suspend temporarily the duty on Cyclic TMP Formal (CTF).

IN THE HOUSE OF REPRESENTATIVES

February 8, 2005

Ms. Kaptur introduced the following bill; which was referred to the Committee on Ways and Means

A BILL

To suspend temporarily the duty on Cyclic TMP Formal (CTF).

(CTF).								
1	Be it enacted by the Senate and House of Representa-							
2	tives of the United States of America in Congress assembled,							
3	SECTION 1. CYCLIC TMP FORMAL (CTF).							
4	(a) In General.—Subchapter II of chapter 99 of							
5	the Harmonized Tariff Schedule of the United States is							
6	amended by inserting in numerical sequence the following							
7	new heading:							
	" 9902.07.06 Cyclic TMP Formal (CAS No. 5187-23-5) (provided for in subheading 2911.00.50) Free Free No change On or before 12/31/2008							

- 1 (b) Effective Date.—The amendment made by
- 2 subsection (a) applies with respect to goods entered, or
- 3 withdrawn from warehouse for consumption, on or after

4 the 15th day after the date of the enactment of this Act.

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